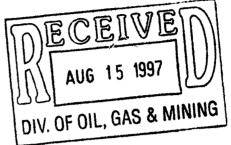
Petroglyph Operating Co., Inc. P.O. Box 1839

Hutchinson, KS 67504-1839

July 27, 1997

Utah Division of Oil, Gas, & Mining 1594 West North Temple Box 145801 Salt Lake City, UT 84114-5801



RE: APPLICATION FOR PERMIT TO DRILL UTE TRIBAL #07-13
SW/SW, SEC. 7, T5S, R3W
DUCHESNE COUNTY, UTAH
LEASE NO. BIA 14-20-H62-3506
UTE TRIBAL LANDS

Enclosed please find a copy of the Application for Permit to Drill and associated attachments for the referenced well.

Please address further communication regarding this matter (including approval) to:

Ed Trotter
P.O. Box 1910
Vernal, UT 84078
Phone # (801) 789-4120
Fax # (801) 789-1420

Sincerely,

Ed Trotter Agent

Petroglyph Operating Co., Inc.

Attachments

/EHT/dmt

Form 3160-3 (July 1992)

UNITED STATES
DEPARTMENT OF THE INTERIOR

SUBMIT IN TRIPLICATE (Other instructions on

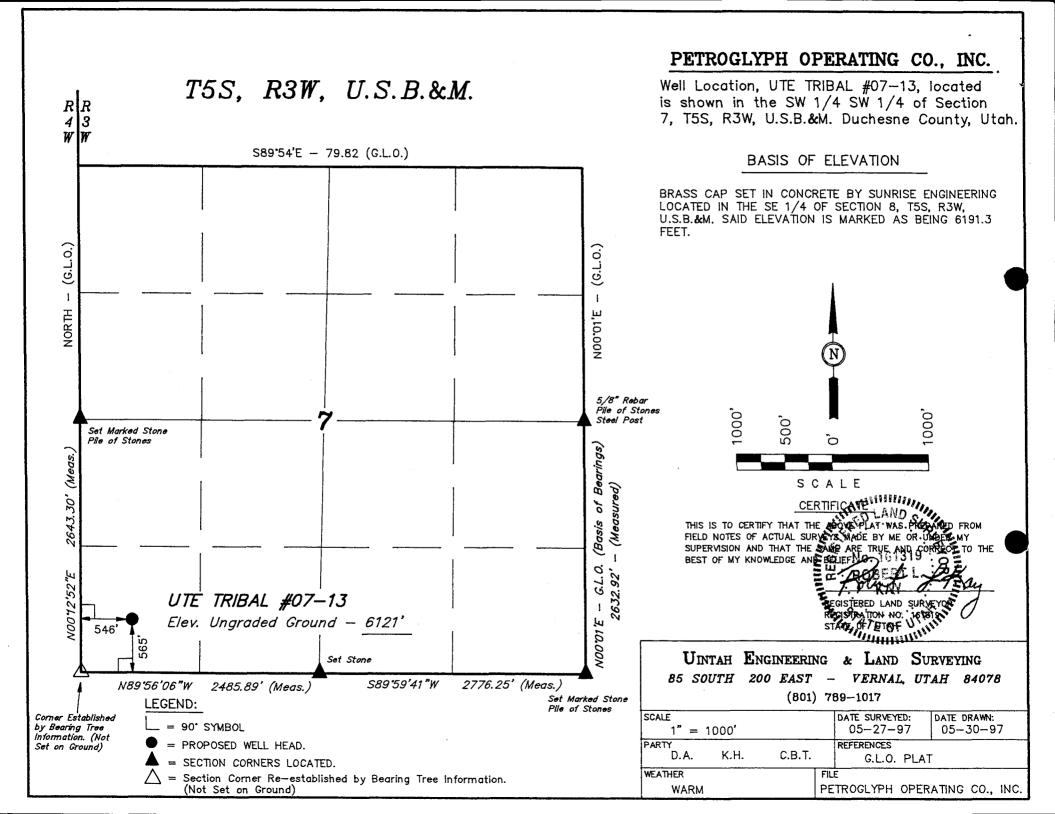
FORM APPROVED OMB NO. 1004-0136 Expires: February 28, 1995

5. LEASE DESIGNATION AND SERIAL NO. BUREAU OF LAND MANAGEMENT 14-20-H62-3506 APPLICATION FOR PERMIT TO DRILL OR DEEPEN 6. IF INDIAN, ALLOTTEE OR TRIBE NAME 1a. TYPE OF WORK UTE INDIAN TRIBE DRILL 🔽 7. UNIT AGREEMENT NAME DEEPEN [b. TYPE OF WELL OIL WELL W. 2. NAME OF OPERATOR WELL SINGLE ZONE MULTIPLE Zone 8. FARM OR LEASE NAME, WELL NO. UTE TRIBAL PETROGLYPH OPERATING COMPANY, INC. 9. API WELL NO. #07-13 P.O. BOX 607, ROOSEVELT, UTAH 84066

LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*) 10. FIELD AND POOL, OR WILDCAT ANTELOPE CREEK 11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA 565' FSL & 546' FWL SW/SW At proposed prod. zone SEC. 7, T5S, R3W 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE 12. COUNTY OR PARISH | 13. STATE 18.5 MILES SOUTHWEST OF MYTON, UTAH DUCHESNE UTAH 15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST
PROPERTY OR LEASE LINE, FT.
(Also to nearest drig, unit line, if any) 16. NO. OF ACRES IN LEASE 17. NO. OF ACRES ASSIGNED TO THIS WELL, OC 80 640 18. DISTANCE FROM PROPOSED LOCATION* 19. PROPOSED DEPTH 20. ROTARY OR CABLE TOOLS TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. 6016' ROTARY 21. ELEVATIONS (Show whether DF, RT, GR, etc.) 22. APPROX. DATE WORK WILL START* 6118.3' GRADED GROUND July 1997 23. PROPOSED CASING AND CEMENTING PROGRAM SIZE OF HOLE GRADE, SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT 12 1/4 5/8 24.0# 250' 135 sx class "G" + 2% CaCl2 7/8 1/2 15.5# 6016' + 1/4 #/sx celloflake. 50/50 POZMIX + 2% GEL + 10% SALT TO 400' ABOVE ALL ZONES CONFIDENTIÂL OF INTEREST (+ 10% EXCESS). LIGHT CEMENT (11 PPG+) + LCM TO 200' ABOVE OIL SHALE OR FRESH WATER INTERVALS (+ 5% EXCESS). PETROGLYPH OPERATING COMPANY, INC. WILL BE THE DESIGNATE OPERATOR OF THE SUBJECT WELL UNDER BOND #4556. Utah Division of Oil, Gas, and Mining 1997 pc: ΔIJG Bureau of Indian Affairs, Fort Duchesne, Utah Ute Tribe, Fort Duchesne, Utah DIV. OF OIL, GAS & MINING IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any. 24. ioth TITLE AGENT FOR PETROGLYPH SIGNED (This space for Federal or State office use) 43-013-31929 APPROVAL DATE Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon CONDITIONS OF APPROVAL, IF ANY: APPROVED BY

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the

*See Instructions On Reverse Side



EIGHT POINT PLAN

UTE TRIBAL #07-13 SW/SW, SEC. 7, T5S R3W DUCHESNE COUNTY, UTAH

1. ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS:

FORMATIONS	DEPTH	SUBSEA
Mahogany Shale	2827	3304 1725
"X" Marker	4406	
Douglas Creek	4554	1577
"B" Limestone	4942	1189
B/Castle Peak Limestone	5499	632
Basal Carbonate Limestone	5906	225
Total Depth	6016	115

Anticipated BHP

2000 psi

2. ESTIMATED DEPTHS OF ANTICIPATED WATER, OIL, GAS OR MINERALS FORMATIONS:

Substance	Formation	<u>Depth</u>	<u>Subsea</u>
Oil/Gas	Douglas Creek	4554	1577
Oil/Gas	B/Castle Peak	5499	632
Other mineral zones	N/A		

3. PRESSURE CONTROL EQUIPMENT: BOP Schematic Diagram attached.

4. CASING PROGRAM:

						MINIMUM	<u> SAFETY</u>	<u>FACTUR</u>
HOLE SIZI	E INTERVAL	LENGTH	SIZE	WEIGHT	GRADE	<u>COLLAPS</u>	E BURST 1	ENSILE
12 1/4	0' - 250'	250'	8 5/8	24.0 #	J-55	1370 PSI	2950 PSI	263,000#
7 7/8	0'- 6016'	6016'	5 1/2	15.5 #	M-50	3650 PSI	4550 PSI	186,000#

All casing will be new or inspected.

EIGHT POINT PLAN

UTE TRIBAL #07-13 SW/SW, SEC. 7, T5S R3W DUCHESNE COUNTY, UTAH

5. MUD PROGRAM

INTERVAL	MUD TYPE
0' - 250'	Air
250' - 4000'	Air/Mist & Aerated Water
4000' - TD	Air/3% KCL water or KCL substitute
TD	Gel/polyacrylamide polymer w/5-10% LCM

Sufficient mud inventory will be maintained on location during drilling to handle any adverse conditions that may arise.

6. **VARIANCE REQUESTS:**

- A. Petroglyph Operating Co., Inc. requests a variance to regulations requiring a straight run blooie line.
- B. Petroglyph Operating Co., Inc. requests a variance to regulations requiring an automatic ignitor or continuous pilot light on the blooie line.

7. **EVALUATION PROGRAM**:

Logs: Mud	Logging	T.D	to base of surface csg.
Com	pensated Density-Compensated Neutron Log	T.D	. to base of surface csg.
Dual	Laterolog - Micro-SFL	T.D	. to base of surface csg.
Num	ar (Magnetic Resonance Imaging Log)	@ G	Seologists discretion

Cores: None Programmed DST: None Programmed

Completion: To be submitted at a later date.

8. ABNORMAL CONDITIONS:

None anticipated.

EIGHT POINT PLAN

UTE TRIBAL #07-13 SW/SW, SEC. 7, T5S R3W DUCHESNE COUNTY, UTAH

9. STANDARD REQUIRED EQUIPMENT:

- A. Choke Manifold
- B. Kelly Cock
- C. Stabbing Valve
- D. Visual Mud Monitoring

10. HAZARDOUS CHEMICALS:

No chemicals subject to reporting under SARA title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in associaton with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in associaton with the drilling of this well.

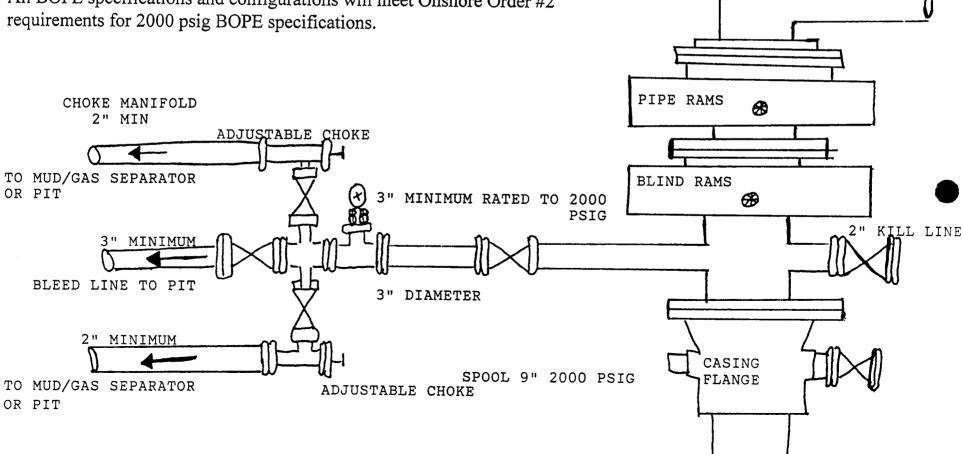
(Attachment: BOP Schematic Diagram)

2000 PSIG DIAGRAM

BOTH RAMS ARE 2000 PSIG RATED. CASING FLANGE IS 9" 2000 PSIG RATED. BOPE 9" 2000 PSIG

TESTING PROCEDURE:

- 1. BOPE 's will be tested with a professional tester to conform to Onshore Order #2 with retest every 14 days.
- 2. Blind rams will be tested to rated working pressure, 2000 psig
- 3. Casing will be tested to 0.22 psi/ft. or 1500 psig. Not to exceed 70% of burst strength, whichever is greater.
- 4. All lines subject to well pressure will be pressure tested to the same pressure as blind & pipe rams.
- 5. All BOPE specifications and configurations will meet Onshore Order #2 requirements for 2000 psig BOPE specifications.



ROTATING

FLOW LINE

HEAD

CONDITIONS OF APPROVAL FOR THE SURFACE USE PROGRAM OF THE APPLICATION FOR PERMIT TO DRILL

Company/Operator: Petroglyph Operating Co., Inc.

Well Name & Number: <u>Ute Tribal #07-13</u> Lease Number: <u>BIA 14-20-H62-3506</u>

Location: 565' FSL & 546' FWL, SW/SW, Sec. 7, T5S R3W

U.S.B.&M., Duchesne County, Utah

Surface Ownership: Ute Indian Tribe

NOTIFICATION REQUIREMENTS

Location Construction - forty-eight (48) hours prior to construction of location and access roads.

Location Completion - prior to moving on the drilling rig.

Spud Notice

- at least twenty-four (24) hours prior to spudding the

well.

Casing String and

Cementing

- twenty-four (24) hours prior to running casing and

cementing all casing strings.

BOP and related

Equipment Tests

- twenty-four (24) hours prior to running casing and

tests.

First Production

Notice

- within five (5) business days after new well begins

or production resumes after well has been off production for more than ninety (90) days.

For more specific details on notification requirements, please check the Conditions of Approval for Notice To Drill and Surface Use Program.

THIRTEEN POINT SURFACE USE PROGRAM

1. EXISTING ROADS

- A. See attached Wellsite Plats showing directional reference stakes on location, and attached TOPO Map "B" showing access to location from existing road.
- B. The proposed well site is located approximately 18.5 miles southwest of Myton, Utah See attached TOPO Map "A".
- C. Refer to attached Topographic Map "A" showing labeled access route to location.
- D. Existing roads will be maintained and repaired as necessary. No off lease Right-of-Way will be required.

2. PLANNED ACCESS ROAD

- A. The access road will be approximately 0.4 miles in length. See attached TOPO Map "B".
- B. The access road has a 30 foot ROW w/18 foot running surface.
- C. Maximum grade on access road will be 8%
- D. No turnouts will be required.
- E. Road drainage crossings shall be of the typical dry creek drainage crossing type.
- F. No culverts, bridges or major cuts & fills will be required.
- G. The access road will be dirt surface.
- H. No gates, cattleguards or fences will be required or encountered.

New or reconstructed roads will be centerlined - flagged at time of location staking.

All travel will be confined to existing access road Right-of-Way. Access roads and surface disturbing activities will conform to standards outlined in the Bureau of Land Management and Forest Service Publication: Surface Operating Standards For Oil & Gas Exploration and Development, (1989).

The road shall be upgraded to meet the standards of the anticipated traffic flow and all-weather road requirements. Upgrading shall include ditching, drainage, graveling, crowning, and capping the

roadbed as necessary to provide a well-constructed safe road.

Prior to upgrading, the road shall be cleared of any snow cover and allowed to dry completely. Traveling off the 30 foot Right-of- Way will not be allowed.

Road drainage crossings shall be of the typical dry creek drainage crossing type. Crossings shall be designed so they will not cause siltation or accumulation of debris in the drainage crossings nor shall the drainages be blocked by the roadbed. Erosion of drainage ditches by run off water shall be prevented by diverting water off at frequent intervals by means of cutouts. Upgrading shall not be allowed during muddy conditions. Should mud holes develop, they shall be filled in and detours around them avoided.

As operator, Petroglyph Operating Co., Inc. shall be responsible for all maintenance on cattleguards, or gates associated with this oil and/or gas operation.

3. LOCATION OF EXISTING WELLS WITHIN A ONE MILE RADIUS OF PROPOSED WELL LOCATION

- A. Water wells None
- B. Abandoned wells None
- C. Temporarily abandoned wells None.
- D. Disposal wells None.
- E. Drilling wells None.
- F. Producing wells 6*
- G. Shut in wells 2*
- H. Injection wells 1*

 (*See attached TOPO map "C" for location)

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

A. ON WELL PAD

- 1. Tank batteries None
- 2. Production facilities-To be submitted later
- 3. Oil gathering lines None

- 4. Gas gathering lines-None
- 5. Injection lines None
- 6. Disposal lines None
- 7. Surface pits None

B. OFF WELL PAD

- 1. Proposed location of attendant off pad flowlines shall be flagged prior to archaeological clearance.
- 2. A 4 1/2" OD steel above ground production pipeline will be laid approximately 1900' from proposed location to a point in the SE/SW of Section 7, T5S, R3W, where it will tie into Petroglyph Operating Co., Inc.'s existing pipeline. Proposed pipeline crosses Ute Tribe lands, thus a Right-of-Way grant will be required. See attached TOPO Map D showing pipeline route.
- 3. Proposed pipeline will be a 4 1/2" OD steel, welded line laid on the surface.
- 4. Protective measures and devices for livestock and wildlife will be taken and/or installed where required.

If storage facilities/tank batteries are constructed on this lease, the facility/battery or the well pad shall be surrounded by a containment dike of sufficient capacity to contain, at a minimum, the entire contents of the largest tank within the facility/battery, unless more stringent protective requirements are deemed necessary by the authorized officer.

The production facilities will be placed on the North side of the location.

All permanent (on site for six months or longer) structures constructed or installed (including pumping units) will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the Rocky Mountain Five State Interagency Committee. All facilities required will be painted within 6 months of installation. Facilities required to comply with O.S.H.A.

(Occupational Safety and Health Act) will be excluded. The required paint color is Desert Brown.

5. LOCATION & TYPE OF WATER SUPPLY

- A. Water supply will be from Target Trucking's Roosevelt Brine Storage and/or Target's water source in SE 1/4, Sec. 1, T 4S, R 5W Duchesne County, Utah (State water right #43-10152). All water will come from a non-depletable source.
- B. Water will be hauled by Target Trucking.
- C. No water well will be drilled on lease.

6. SOURCE OF CONSTRUCTION MATERIAL

- A. All construction material for this location and access road will be of native borrow and soil accumulated during the construction of location.
- B. All construction material will come from Ute Tribal Land.
- C. No mineral materials will be required.

7. METHODS OF HANDLING WASTE DISPOSAL

A. METHODS AND LOCATION

- 1. Cuttings will be confined in the reserve pit.
- 2. A portable toilet will be provided for human waste during the drilling and completion of the well. Disposal will be at the Vernal sewage disposal plant.
- 3. Burning will not be allowed. Trash and other waste material will be contained in a wire mesh cage and disposed of at an approved waste disposal facility.
- 4. Produced waste water will be confined to a lined pit or storage tank for a period not to exceed 90 days after initial production. During the 90 day period, an application for approval of a permanent disposal method and location, together with the required water analysis, will be submitted for the AO's approval.

- 5. All chemicals will be disposed of at an authorized disposal site. Drip pans and absorbent pads will be used on drilling rig to avoid leakage of oil to pit.
- B. Water from drilling fluids and recovered during testing operations will be disposed of by either evaporating in reserve pit or be removed and disposed of at an authorized disposal site.

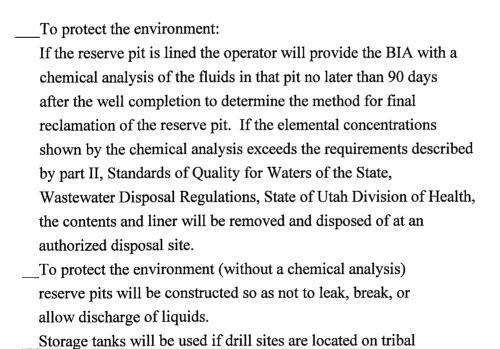
 Introduction of well bore hydrocarbons to reserve pit will be avoided by flaring them off in flare pit at time of recovery.

Burning of trash will not be allowed. All trash must be contained in a trash cage and hauled away to an approved disposal site at the completion of the drilling activities.

On BIA administered land:

All reserve pits will be lined with either native clay, commercial bentonite or plastic sufficient to prevent seepage. (If a plastic nylon reinforced liner is used, it shall be torn and perforated after the pit dries and before backfilling of the reserve pit).

A 12 mill liner shall be installed in the reserve pit.



irrigable land, flood plains, or on lands under crop production. After first production, produced waste water will be confined to a lined pit or storage tank for a period not to exceed ninety (90) days. During the 90 day period, in accordance with NTL-2B, an application for approval of a permanent disposal method and location, along with required water analysis, shall be submitted for the AO's approval. Failure to file an application within the time allowed will be considered an incident of noncompliance.

8. ANCILLARY FACILITIES

A. No airstrips or camps are planned for this well.

9. WELL SITE LAYOUT

- A. Refer to attached well site plat for related topography cuts and fills & cross sections.
- B. Refer to attached well site plat for rig layout and soil material stockpile location as approved on On-site.
- C. Refer to attached well site plat for rig orientation parking areas, and access road.

The reserve pit will be located on the South side of the location.

The flare pit will be located downwind of the prevailing wind direction on the South side of the location, a minimum of 100 feet from the well head and 30 feet from the reserve pit fence.

The stockpiled topsoil will be stored on the West end.

Access to the well pad will be from the East.

N/A Diversion ditch(es) shall be constructed on the _______
side of the location (above/below) the cut slope, draining to
the ______

N/A Soil compacted earthen berm(s) shall be placed on the ______
side(s) of the location between the ______

N/A The drainage(s) shall be diverted around the sides of the well pad location.

N/A The reserve pit and/or pad locations shall be constructed long and narrow for topographic reasons ______

X_Corners No. 2, 6, & 8 will be rounded off to minimize excavation.

FENCING REQUIREMENTS

All pits will be fenced according to the following minimum standards:

- A. 39 inch net wire shall be used with at least one strand of barbed wire on top of the net wire. (barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence).
- B. The net wire shall be no more than 2 inches above the ground. The barbed wire strand shall be 3 inches above the net wire. Total height of the fence shall be at least 42 inches.
- C. Corner posts shall be cemented and/or braced in such a manner to keep the fence tight at all times.
- D. Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distance between any two posts shall be no greater than 16'.
- E. All wire shall be stretched by using a stretching device before it is attached to the corner posts.

The reserve pit fencing will be on the three sides during drilling operations and on the fourth side when the rig moves off the location. Pits will be fenced and maintained until clean-up.

Each existing fence to be crossed by the access road shall be braced and tied off before cutting so as to prevent slacking of the wire. The opening shall be closed temporarily as necessary during construction to prevent the escape of livestock, and upon completion of construction the fence shall be repaired to BIA or SMA specifications. A cattleguard with an adjacent 16 foot gate shall be installed in any fence where a road is to be regularly travelled. If the well is a producer, the cattleguards (shall/shall not) be permanently mounted on concrete bases. Prior to a new road, crossing any fence located on federal land, or any fence between federal land and private land, the operator will contact the BIA, who will in turn contact the grazing permittee or owner of said fence and offer him/her the opportunity to be present when the fence is cut in order to

satisfy himself/herself that the fence is adequately braced and tied off.

10. PLANS FOR RESTORATION OF SURFACE

A. PRODUCING LOCATION

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, debris, materials, trash, and junk not required for production.

Immediately upon well completion, any hydrocarbons on the pit shall be removed in accordance with CFR 3162.7-1.

If a plastic nylon reinforced liner is used, it shall be torn and perforated before backfilling of the reserve pit.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximate natural contours. The reserve pit will be reclaimed within 120 days from the date of well completion (weather permitting). Before any dirt work takes place, the reserve pit will be completely dry and all cans, barrels, pipe, fluid, and hydrocarbons, will be removed.

Contact appropriate surface management agency for required seed mixture.

B. DRY HOLE/ABANDONED LOCATION

At such time as the well is plugged and abandoned, the operator will submit a subsequent report of abandonment and BIA will attach the appropriate surface rehabilitation conditions of approval.

ON BIA Administered lands:

Abandoned well sites, roads, or other disturbed areas will be restored to near their original condition. This procedure will include: (a) reestablishing irrigation systems where applicable, (b) reestablishing soil conditions in irrigated fields in such a way as to ensure cultivation and harvesting of crops and, (c) ensuring revegetation of the disturbed areas to the specifications of the Ute Indian Tribe or the BIA at the time of abandonment.

11. SURFACE OWNERSHIP

Access road:

Ute Indian Tribe

Location:

Ute Indian Tribe

12. OTHER INFORMATION

A. Petroglyph Operating Co., Inc. will inform all persons in the area who are associated with this project that they are subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, the operator will immediately stop work that might further disturb such materials, and contact the AO. Within five working days the AO will inform the operator as to:

-whether the materials appear eligible for the National Register of historic Places;

the mitigation measures the operator will likely have to undertake before the site can be used.

-a time frame for the AO to complete an expedited review under 36 CFR 800.11 to confirm, through the State Historic Preservation Officer, that the findings of the AO are correct and that mitigation is appropriate.

If the operator wished, at any time, to relocate activities to avoid the expense of mitigation and/or the delays associated with this process, the AO will assume responsibility for whatever recordation and stabilization of the exposed materials that may be required. Otherwise, the operator will be responsible for mitigation costs. The AO will provide technical and procedural guidelines for the conduct of mitigation. Upon verification from the AO that required mitigation has been completed, the operator will then be allowed to resume construction.

B. As operator, Petroglyph Operating Co., Inc. will control noxious weeds along Right-of-Ways for roads, pipelines, well sites, or other applicable facilities. A list of noxious weeds will be obtained from the BIA,

or the appropriate County Extension Office. On BIA administered land, a Pesticide Use proposal shall be submitted, and given approval, prior to the application of herbicides or other pesticides or possible hazardous chemicals.

C. Drilling rigs and/or equipment used during drilling operations on this well site will not be stacked or stored on Tribal Lands after the conclusion of drilling operations or at any other time without BIA authorization. However, if BIA authorization is obtained, it is only a temporary measure to allow time to make arrangements for permanent storage on commercial facilities.

On BIA administered land:

Operator's employees, including subcontractors, will not gather firewood along roads constructed by operators. If wood cutting is required, a permit will be obtained from the Forestry Department of the BIA pursuant to 25 CFR 169.13 "Assessed Damages Incident to Right-of-Way authorization". All operators, subcontractors, vendors, and their employees or agents may not disturb saleable timber (including firewood) without a duly granted wood permit from the BIA Forester.

If the surface rights are owned by the Ute Indian Tribe and mineral rights are owned by another entity, an approved right-of-way will be obtained from the BIA before the operator begins any construction activities. If the surface is owned by another entity and the mineral rights are owned by the Ute Indian Tribe, rights-of-way will be obtained from the other entity.

All roads constructed by operators on the Uintah and Ouray Indian Reservation will have appropriate signs. Signs will be neat and of sound construction. They will state: (a) that the land is owned by the Ute Indian Tribe, (b) the name of the operator, (c) that firearms are prohibited to all non-Ute Tribal members (d) that permits must be obtained from the BIA before cutting firewood or other timber products, and (e) only authorized personnel permitted. All well site locations on the Uintah and Ouray Indian Reservation will have an appropriate sign indicating the name of the operator,

the lease serial number, the well name and number, the survey description of the well (either footage or the quarter-quarter section, the section, township, and range).

Additi	onal Surface Stipulations	
N/A	_No construction or drilling activities	shall be conducted between
	andb	ecause of
		·
<u>N/A</u>	_No surface occupancy will be allowed	d within 1,000 feet of any sage
	grouse strutting ground.	
<u>N/A</u>	_No construction or exploration activity	ties are permitted within 1.5
	mile radius of sage grouse strutting g	rounds from April 1 to June 30.
N/A	_There shall be no surface disturbance	within 600 feet of live water
	(includes stock tanks, springs, and gu	zzlers).
N/A_	_No cottonwood trees will be removed	l or damaged.
N/A	Pond will be constructed according to	BLM specifications
	approximatelyft	of the location, as flagged
	on onsite.	
LESSI	EE'S OR OPERATOR'S REPRESENT	CATIVE AND CERTIFICATION
	<u>PERMITTING</u>	OPERATIONS
	Ed Trotter	Vince Guinn
	1620 West 750 North	P.O. Box 607
	Vernal UT 84078	Roosevelt, UT 84066
	Telephone # (801)789-4120	(801) 722-2531
	Fax # (801) 789-1420	Fax # (801) 722-9145

All lease/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approval plan of operations, and any applicable Notice to Lessees. Petroglyph Operating Co., Inc. is fully responsible for the actions of their subcontractors. A copy of these conditions will be furnished to the field representative to insure compliance.

A copy of the approved APD and ROW grant, if applicable, shall be on location during construction of the location and drilling activities.

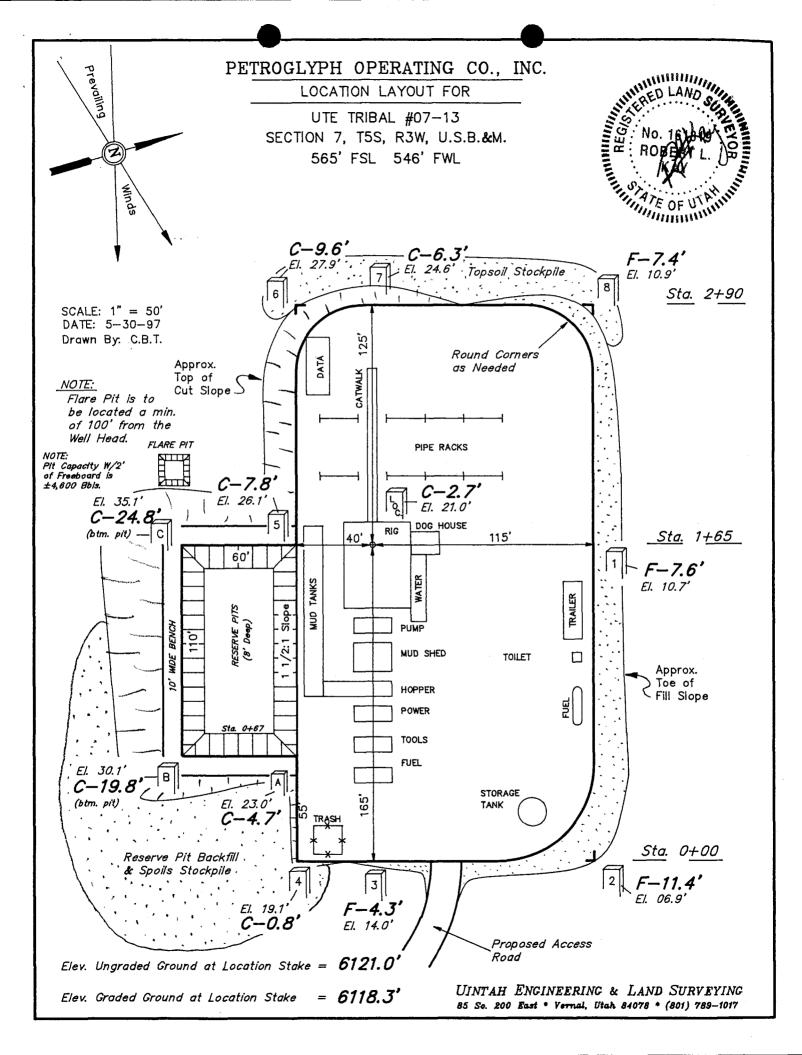
The BIA Office shall be notified upon site completion prior to moving on the drilling rig.

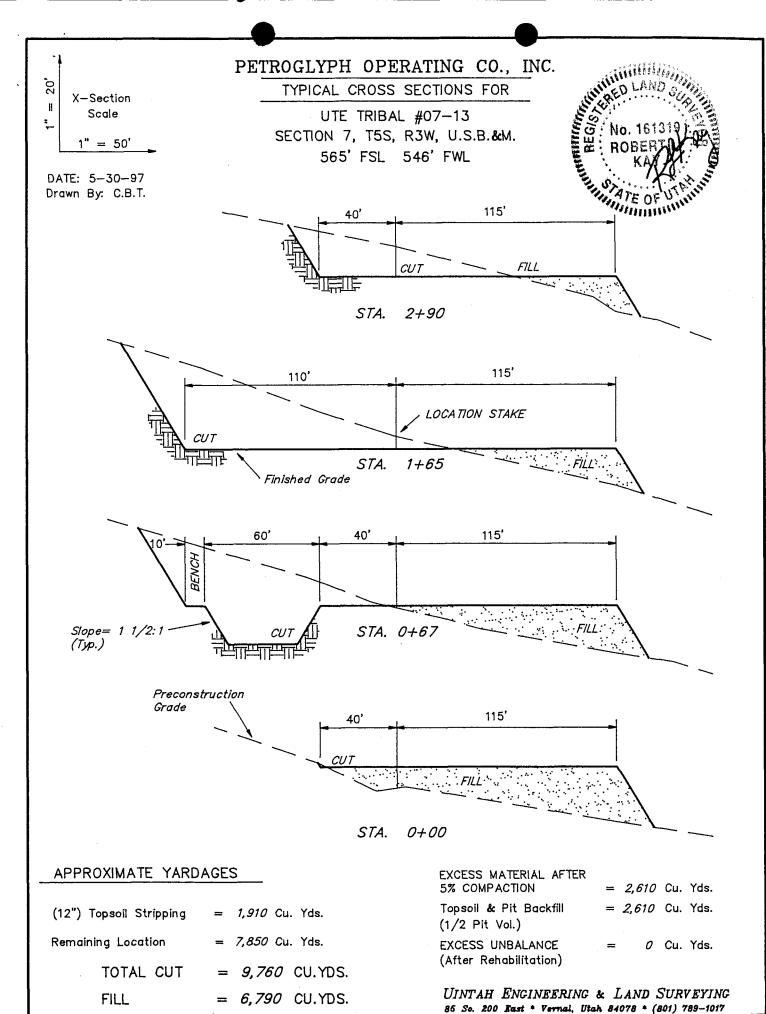
Certification:

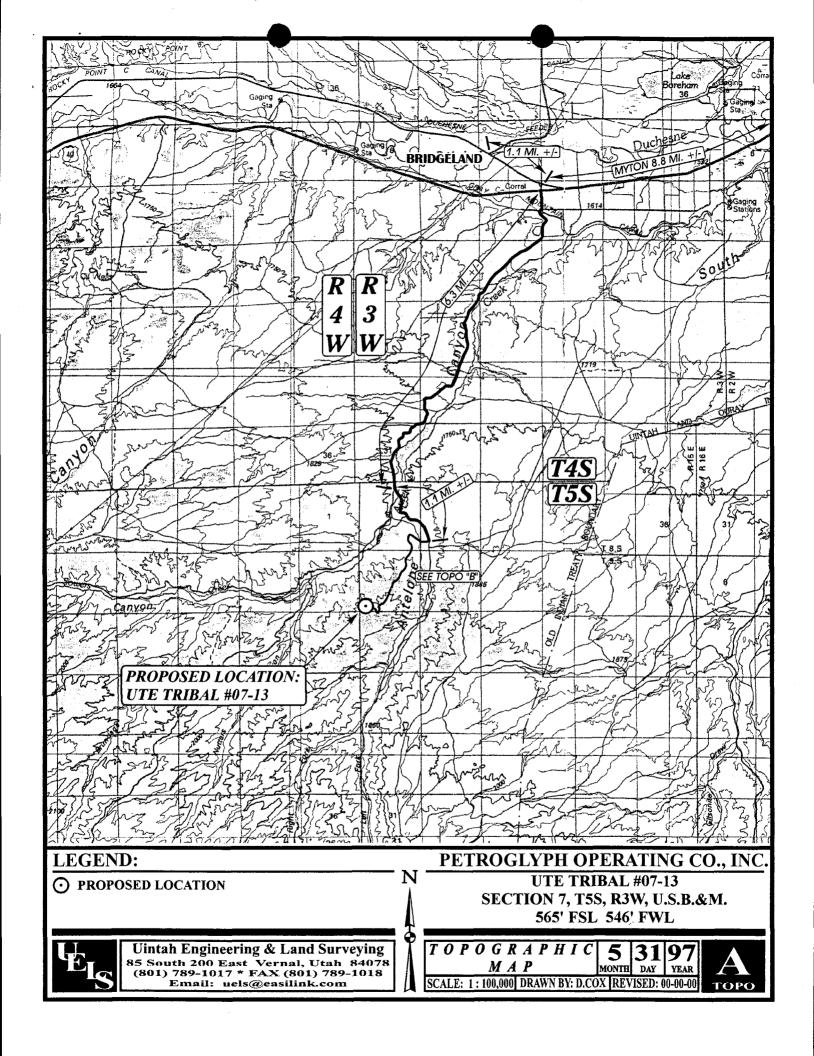
I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions which presently exist; that the statements made in the Plan are to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by Petroglyph Operating Co., Inc. and its contractors and sub-contractors in conformity with this Plan and the terms and conditions under which it is approved.

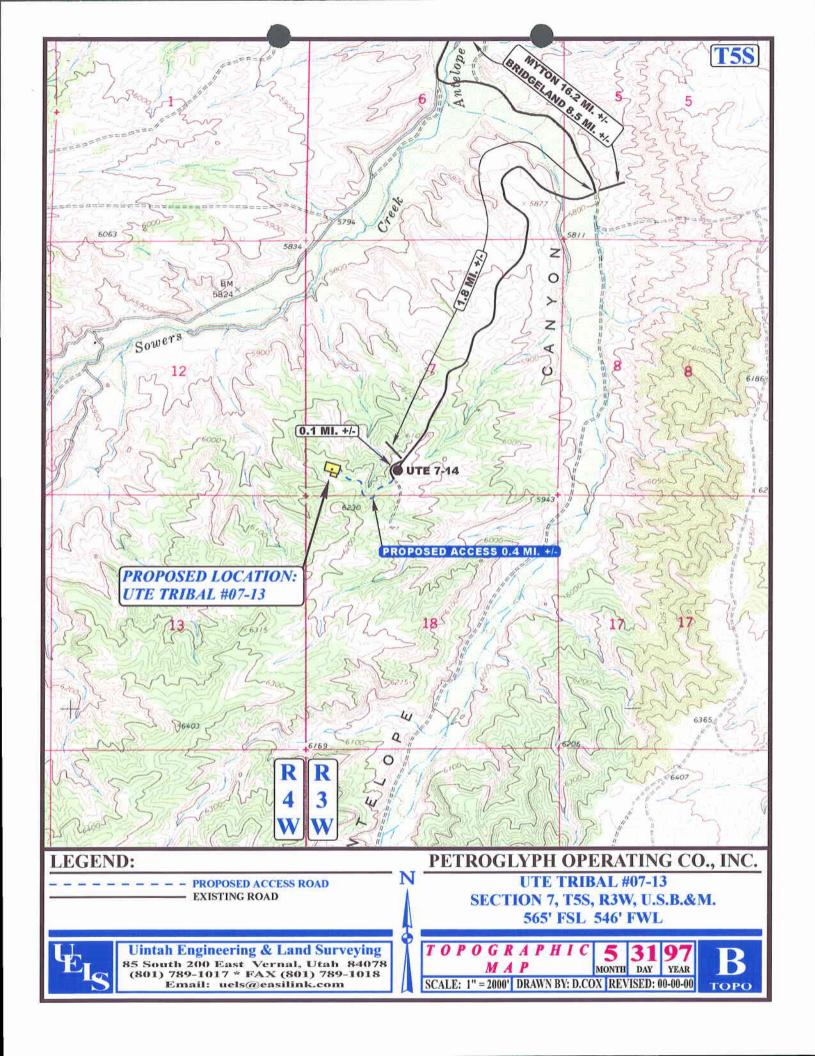
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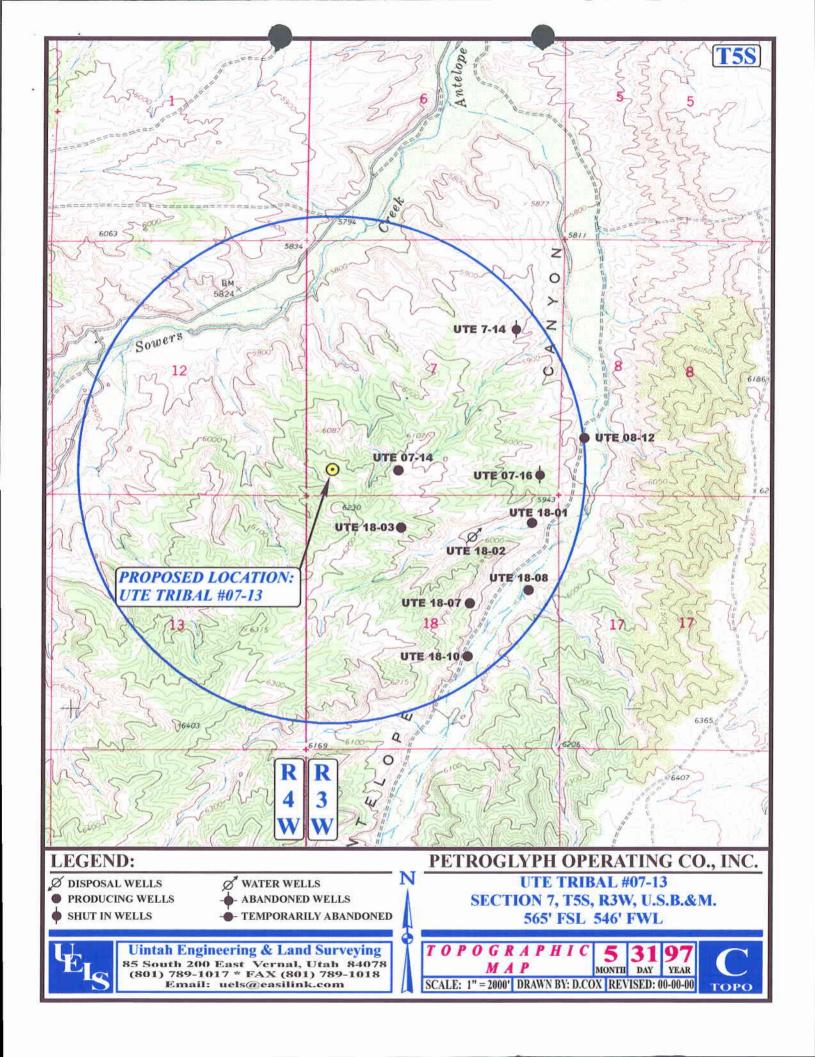
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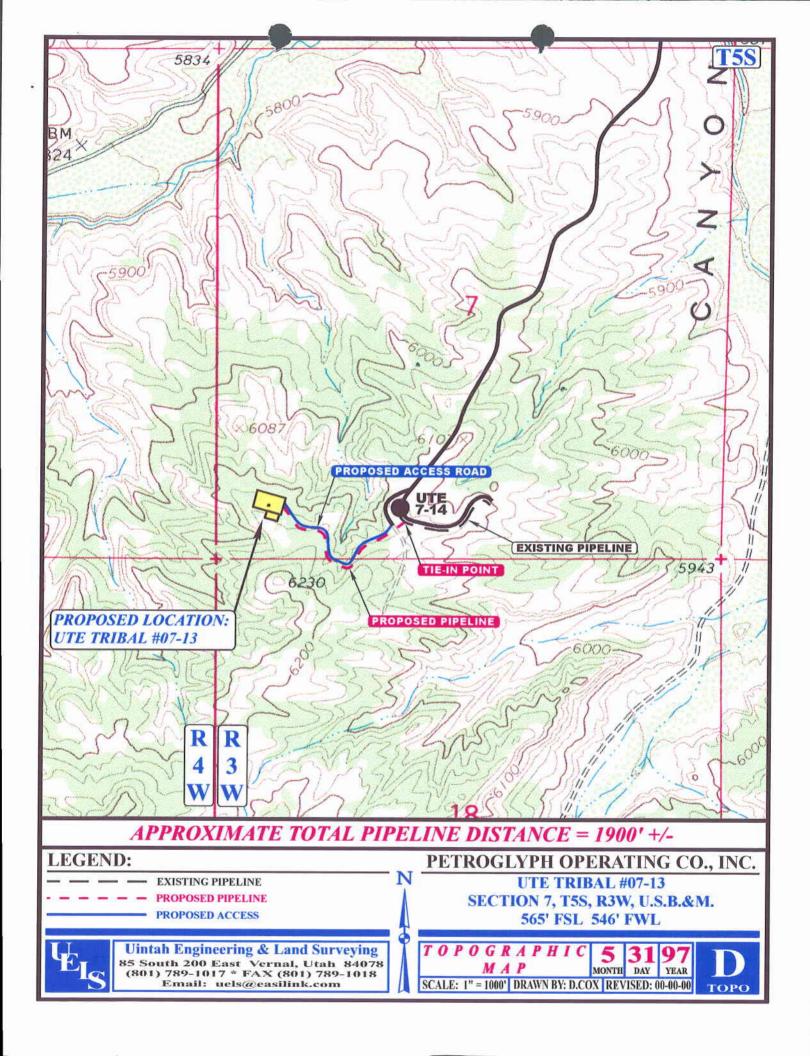












WORKSHEET APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 08/15/97 API NO. ASSIGNED: 43-013-31929 WELL NAME: UTE TRIBAL 7-13 OPERATOR: PETROGLYPH OPERATING (N3800) PROPOSED LOCATION: INSPECT LOCATION BY: / / SWSW 07 - T05S - R03W TECH REVIEW Initials SURFACE: 0565-FSL-0546-FWL Date BOTTOM: 0565-FSL-0546-FWL DUCHESNE COUNTY Engineering ANTELOPE CREEK FIELD (060) Geology LEASE TYPE: IND Surface LEASE NUMBER: 14-20-H62-3506 PROPOSED PRODUCING FORMATION: GRRV RECEIVED AND/OR REVIEWED: LOCATION AND SITING: R649-2-3. Unit: 1/ Plat Bond: Federal [State] Fee] /R649-3-2. General. (Number 4566 ____) $\sqrt{\text{Potash}(Y/N)}$ Oil shale (Y/N)
Water permit ____ R649-3-3. Exception. (Number $\frac{43-6}{4}$ RDCC Review (Y/N) 43-10152) Drilling Unit. Board Cause no: (Date: Date: COMMENTS: STIPULATIONS:

OPERATOR: PETROGLYPH (N3800)

FIELD: ANTELOPE CREEK (060)

SEC, TWP, RNG: SEC. 7, T5S, R3W

COUNTY: DUCHESNE UAC: R649-3-2



PREPARED: DATE: 18-AUG-97



Michael O. Leavitt
Governor
Ted Stewart
Executive Director
James W. Carter
Division Director

1594 West North Temple, Suite 1210 Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

August 25, 1997

Petroglyph Operating Company, Inc. P.O. Box 607 Roosevelt, Utah 84066

Re: Ute Tribal 07-13 Well, 565' FSL, 546' FWL, SW SW, Sec. 7, T. 5 S., R. 3 W., Duchesne County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann. 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-013-31929.

Sincerely,

John R. Baza

Associate Director

lwp

Enclosures

cc: Duchesne County Assessor

Bureau of Land Management, Vernal District Office

Location:	SW SW	Sec.	7	T.	5 S.	R.	3 W.
Lease:		14-20	-H62-3	3506	v		
API Number:		43-01	3-3192	29			
Well Name & N	umber: _	Ute 1	ribal	07-13			
Operator:		Petro	DGIADU	Operat	ing Con	ipany,	Inc.

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for Permit to Drill.

2. Notification Requirements

Notify the Division within 24 hours following spudding the well or commencing drilling operations. Contact Jim Thompson at (801)538-5336.

Notify the Division prior to commencing operations to plug and abandon the well. Contact John R. Baza (801)538-5334.

3. Reporting Requirements

All required reports, forms and submittals shall be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

ECEIVEIN

(July 1992)	TINU	ED STATES		(Other	r instructi everse sid	ions on e)	OMB NO. 1004-0136 Expires: February 28, 1995
AUG 2-5 1997	BUREAU OF	OF THE IN		_			5. LEASE DESIGNATION AND SERIAL NO. 14-20-H62-3506
OF OU CASARVI	CATION FOR P	FRMIT TO D	RILL	OR DEEP	PEN		6. IF INDIAN, ALLOTTEE OR TRIBE NAME
1a. TYPE OF WORK			111000	- 011		. —	UTE INDIAN TRIBE
_	ILL 🛭	DEEPEN []				7. UNIT AGREEMENT NAME
b. TYPE OF WELL OIL WELL W 2. NAME OF OPERATOR	AS OTHER		SIN ZOI	NGLE	MULTIPLE ZONE	<u> </u>	8. FARM OR LEASE NAME, WELL NO. UTE TRIBAL
PETROGLYPH 8. ADDRESS AND TELEPHONE NO.	OPERATING COM	PANY, INC	•	· · · · · · · · · · · · · · · · · · ·			9. API WELLING. #07-13
P.O. BOX 60	7, ROOSEVELT,	UTAH 84	066 1 any 81		1\/[-]	<u> </u>	10. FIELD AND POOL, OR WILDCAT ANTELOPE CREEK
	FSL & 546' FW	L SW/SW		AUG 0	6 1997		11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA
At proposed prod. zon							SEC. 7, T5S, R3W
	AND DIRECTION FROM NEAD SOUTHWEST OF			•			DUCHESNE UTAH
15. DISTANCE FROM PROPE LOCATION TO NEARES: PROPERTY OR LEASE I (Also to nearest dri	DSED*		· · · · · · · · · · · · · · · · · · ·	of acres in L	EASE		OF ACRES ASSIGNED HIS WELL 80
18. DISTANCE FROM PROFITO NEAREST WELL, DOR APPLIED FOR, ON TH	OSED LOCATION* RILLING, COMPLETED,			OPOSED DEPTH			RY OR CABLE TOOLS
21. ELEVATIONS (Show wh		1					22. APPROX. DATE WORK WILL START*
6118.3' GR	ADED GROUND	-					July 1997
23.		PROPOSED CASIN	IG AND	CEMENTING P	ROGRAM		
SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FO	от	SETTING DE	РТН		QUANTITY OF CEMENT
12 1/4	8 5/8	24.0#		250'			sx class "G" + 2% CaC1
7 7/8	5 1/2	15.5#		6016'			4 #/sx celloflake.
			Constant Con	ENTIAL		SALT OF II LIGH' LCM '	O POZMIX + 2% GEL + 109 TO 400' ABOVE ALL ZONI NTEREST (+ 10% EXCESS) F CEMENT (11 PPG+) + FO 200' ABOVE OIL SHALL RESH WATER INTERVALS (- KCESS).
	PERATING COMP THE SUBJECT W					GNAT	ED
Bureau	vision of Oil of Indian Aff be, Fort Duch	airs, For	t Du		Utah		
					••••		- If proposal is to drill or
deepen directionally, give pert	inent data on subsurface location	ns and measured and tr	ue vertica	al depths. Give blow	vout prevent	er brohore	I new productive zone. If proposal is to drill or if any.
SIGNED Zel	South		AGE	NT FOR P	ETROG	LYPH	DATE 7-27-97
PERMIT NO. NOTI	CE OF APPRO		CO	ALEBOVAL DATE	NS (OF L	PPROVAL ATTACH
Application approval does CONDITIONS OF APPROVA	,	plicant holds legal or eq	uitable titi				ould entitle the applicant to conduct operations thereon.
APPROVED BY BL	port lot	m mile	o CTI	Assistan Miner	t Field N al Reso	Managei urces	AUG 1 9 1997

*See Instructions On Reverse Side

memorandum

DATE: 436/97

SUBJECT:

Superintendent, Uintah & Ouray Agency

Concurrence Letter for PETROGLYPH OPERATING COMPANY Ute Tribal 07-09, NESE, SEC. 7 Ute Tribal 07-10, NWSE, Sec. 7 Ute Tribal 07-11, NESW, SEC. 7 Ute Tribal 07-13, SWSW, Sec. 7 ALL IN TOWNSHIP 5 SOUTH RANGE 4 WEST, USB&M

RECEIVED JUN 2 6 1997

Bureau of Land Management, Vernal District Office ATTENTION: Minerals and Mining Division

We recommend approval of the Application for Permit to Drill on the subject well.

Based on available information received on JUNE 25, 1997, we cleared the proposed location in the following areas of environmental impact.

YES x NO Listed threatened or endangered species YES _x__ NO ____ Critical wildlife habitat YES _x__ NO ____ Archaeological or cultural resources YES ___ NO ____ Air quality aspects (to be used only if project is in or adjacent to a Class I area

REMARKS: The Ute Tribe Energy & Minerals Department is recommending the following criteria to be adhered during all phases of construction activities.

- 1. The Ute Tribe Energy and Minerals Department is to be notified 48 hours prior to construction, as a Tribal Technician is to monitor construction.
- 2. A 75 foot corridor rights-of-way shall be granted with the following:
 - a. Buried pipelines shall be buried a minimum of 3 feet below soil surface.
 - b. Access roads shall be limited to 30 feet, except as granted for sharp turns
 - c. Surface pipelines shall be limited to 13 feet wide.
 - d. Buried pipelines shall be limited to 15 feet wide and construction will be monitored by Tribal Technician.
- 3. Pipelines adjacent to access roads shall be buried within 1.5 feet from the outside edge of the barrow ditch Additional pipelines shall be parallel to each other, as safety requirements will allow.
- 4. Petroglyph Operating Corporation will assure the UteTribe that any/all contractors and any sub-contractors has acquired a Tribal Business License and have access permits prior to construction.
- 5. All vehicular traffic, personnel movement, construction and restoration operations should be confined to the area examined, as referenced in report, and to the existing roadways and/or evaluated access routes.
- 6. All mitigative stiuplations contained in the Bureau of Indian Affairs site specific Environrmental Analysis (EA) will be strictly adhered.
- 7. All personnel should refrain from collecting artifacts and from disturbing any significant cultural resources in the area.

OPTIONAL FORM NO. 10

(REV. 1-94) 5010-118

8. The personnel from the Ute Tribe Energy & Minerals Department should be consulted, should cultural remains from subsurface deposits be exposed or identified during construction work.

9. Upon completion of Application for Right-of-way, the Ute Tribe Energy and Minerals Department will be notified by Barrett Resources Corporation, so that a Tribal Technician can verify Affidavits of Completion's.

Attachments: Environmental Analysis- UT, . 07-09, 07-10, 07-11, 07-13



United States Department of the Interior

BUREAU OF INDIAN AFFAIRS

UINTAH AND OURAY AGENCY

Fort Duchesne, Utah 84026 (801) 722-2406 Ext.

RECEIVED JUN 2 6 1997

7/26/97 Date

IN REPLY REFER TO: Minerals and Mining

Superintendent

MINERAL ACCESS AGREEMENT ON INDIAN OWNED LANDS

UT #07-13

	WELL PAD, ACCESS ROAD AND 15 WIDE FIFE	LINE CORRIDOR FOR WELLING.	1 11 11 12
	ne purpose of this agreement is to regulate the surface development of Indian Lane reement must be obtained prior to the commencement of any surface disturbing a contractual provisions referenced therein, if not revoked under the terms in item	ctivity and will be in effect for the term of	ievelopment. An the lease and the
1.	The authorized officer for the Bureau of Indian Affairs, in conjunction with the PETROGLYPH OPERATING CO., INC.	Indian Surface owner and Tribe hereby gr	ants permission to:
	ROOSEVELT, UT 84066	<u> </u>	
	To improve and/or construct and maintain a development corridor which may colines and well pads on the following trust land (reference lease number and legal	ontain an access road, pipelines, powerline description):	s, communication
	LEASE NO. 14-20-H62-3506 SW/4 SECTION 7 & NW/4 SECTION 7		
2.	In consideration of the approval of this agreement, the above company agrees to regulations of the Secretary of the Interior now or hereafter in force relative to a	adhere to all lease provisions, A.P.D. stip such leases.	ulations and
2	The Company herewith submits an estimated surface damage fee in the amount	of SAS PER TERMS OF COOF. P	.O.D., for
3.	acres Pending Agency appraisal and the Affidavit of Completion.		
4.	This agreement will remain in effect unless revoked upon 30 days written notice	by the Superintendent or the appropriate	official, depending
	upon circumstances.		
5.	The permittee will submit a certified survey map of the proposed access road an specifications and requirements of the Branch of Minerals and Mining, Uintah a completion of construction, an Affidavit of Completion will be submitted by the accordance to the specifications certified to on the survey map accompanying this	company to certify that the construction co	
6.	The Company agrees to furnish a bond in the amount of \$, or to No, or to guarantee performance of this permit.	ntilize said company's existing Nationwide	Oil and Gas Bond
7.	The Company agrees to contact immediately the Bureau of Indian Affairs (BIA) resources discovered during construction or any time during the course of daily	and the Bureau of Land Management (BL operations.	M), if cultural
	ADDITIONAL STIPULATIONS:	he with	
Signed on thi	nis day of 1/10, 19 // .	AUTHORIZED AGE	NT
WITNESS:	V		
WIII (1)	$\sim \sim \sim$	PETROGLYPH OPERATIN	C CO INC
$\angle X_{\square}$	prome that	COMPANY NAMI	
	.(- 1)	COMMINATION	-
		P.O. BOX 607	
		ADDRESS	
		ROOSEVELT, UT	84066
		CITY/STATE	ZIP CODE
	111		
APPROVED	D: All (11)		

CONDITIONS OF APPROVAL APPLICATION FOR PERMIT TO DRILL

Company/Operator: Petroglyph Operating Company
Well Name & Number: <u>Ute Tribal 07-13</u>
API Number: 43-013-31929
Lease Number: <u>14-20-H62-3506</u>
Location: <u>SWSW</u> Sec. <u>07</u> T. <u>5S</u> R. <u>3W</u>
NOTIFICATION REQUIREMENTS

Location Construction -

at least forty-eight (48) hours prior to construction of location and access

roads.

Location Completion

prior to moving on the drilling rig.

Spud Notice

Cementing

at least twenty-four (24) hours prior to spudding the well.

Casing String and

at least twenty-four (24) hours prior to running casing and

cementing all casing strings.

BOP and Related Equipment Tests

at least twenty-four (24) hours prior to initiating pressure tests.

First Production Notice

within five (5) business days after new well begins, or production resumes after well has been off production for more than ninety (90)

days.

For more specific details on notification requirements, please check the Conditions of Approval for Notice to Drill and Surface Use Program.

CONDITIONS OF APPROVAL FOR NOTICE TO DRILL

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

All lease and/or unit operations will be conducted in such a manner that full compliance is made with applicable laws, regulations (43 CFR 3100), Onshore Oil and Gas Orders, and the approved plan of operations. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative by the operator to insure compliance.

Be aware fire restrictions may be in effect when location is being constructed and/or when well is being drilled. Contact the appropriate Surface Management Agency for information.

A. <u>DRILLING PROGRAM</u>

1. <u>Estimated Depth at Which Oil, Gas, Water, or Other Mineral Bearing Zones are Expected to be Encountered</u>

Report <u>ALL</u> water shows and water-bearing sands to Tim Ingwell of this office **prior to** setting the next casing string or requesting plugging orders. Faxed copies of State of Utah form OGC-8-X are acceptable. If noticeable water flows are detected, submit samples to this office along with any water analyses conducted.

All usable water and prospectively valuable minerals (as described by BLM at onsite) encountered during drilling, will be recorded by depth and adequately protected. All oil and gas shows will be tested to determine commercial potential.

2. Pressure Control Equipment

The BOP and related equipment shall meet the minimum requirements of Onshore Oil and Gas Order No. 2 for equipment and testing requirements, procedures, etc., for a 2M system and individual components shall be operable as designed. Chart recorders shall be used for all pressure tests.

Test charts, with individual test results identified, shall be maintained on location while drilling and shall be made available to a BLM representative upon request.

If an air compressor is on location and is being utilized to provide air for the drilling medium while drilling, the special drilling requirements in Onshore Oil and Gas Order No. 2, regarding air or gas drilling shall be adhered to. If a mist system is being utilized then the requirement for a deduster shall be waived.

COA's Page 3 of 9 Well: Ute Tribal 07-13

3. Casing Program and Auxiliary Equipment

Surface casing shall have centralizers on the bottom three joints, with a minimum of one centralizer per joint.

If conductor pipe is set it will be cemented to surface. If drive pipe is used it will be pulled prior to cementing surface casing.

As a minimum, the usable water and oil shale resources shall be isolated and/or protected via the cementing program. If gilsonite is encountered while drilling, it shall be isolated and/or protected via the cementing program.

4. Mud Program and Circulating Medium

Hazardous substances specifically listed by the EPA as a hazardous waste or demonstrating a characteristic of a hazardous waste will not be used in drilling, testing, or completion operations.

No chromate additives will be used in the mud system on Federal and Indian lands without prior BLM approval to ensure adequate protection of fresh water aquifers.

5. Coring, Logging and Testing Program

Daily drilling and completion progress reports shall be submitted to this office on a weekly basis.

All Drill Stem tests (DST) shall be accomplished during daylight hours, unless specific approval to start during other hours is obtained from the AO. However, DSTs may be allowed to continue at night if the test was initiated during daylight hours and the rate of flow is stabilized and if adequate lighting is available (i.e., lighting which is adequate for visibility and vaporproof for safe operations). Packers can be released, but tripping should not begin before daylight unless prior approval is obtained from the AO.

The Gamma Ray and Induction Logs need to be pulled from TD to the Surface Shoe.

A cement bond log (CBL) will be run from the production casing shoe to **Top Of Cement** and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.

Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (Form 3160-4) will be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3164. One copy of all logs, core descriptions, core analyses, well-test data, geologic summaries, sample description, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, will be filed with Form 3160-4. Samples (cuttings, fluids, and/or gases) will be submitted when requested by the AO.

6. Notifications of Operations

No location will be constructed or moved, no well will be plugged, and no drilling or workover equipment will be removed from a well to be placed in a suspended status without prior approval of the AO. If operations are to be suspended, prior approval of the AO will be obtained and notification given before resumption of operations.

The Vernal District Office shall be notified, during regular work hours (7:45 a.m.-4:30 p.m., Monday through Friday except holidays), at least 24 hours **prior** to spudding the well.

Operator shall report production data to MMS pursuant to 30 CFR 216.5 using form MMS/3160.

<u>Immediate Report</u>: Spills, blowouts, fires, leaks, accidents, or any other unusual occurrences shall be promptly reported in accordance with the requirements of NTL-3A or its revision.

If a replacement rig is contemplated for completion operations, a "Sundry Notice" (Form 3160-5) to that effect will be filed, for prior approval of the AO, and all conditions of this approved plan are applicable during all operations conducted with the replacement rig.

The date on which production is commenced or resumed will be construed for oil wells as the date on which liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated or, the date on which liquid hydrocarbons are first produced into a permanent storage facility, whichever first occurs; and, for gas wells as the date on which associated liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated or, the date on which gas is first measured through permanent metering facilities, whichever first occurs.

Should the well be successfully completed for production, the AO will be notified when the well is placed in a producing status. Such notification will be sent by telegram or other written communication, not later than five (5) days following the date on which the well is placed on production.

Gas produced from this well may not be vented or flared beyond an initial authorized test period of 30 days or 50 MMCF following its completion, whichever occurs first, without the prior written approval of the Authorized Officer. Should gas be vented or flared without approval beyond the authorized test period, the operator may be directed to shut-in the well until the gas can be captured or approval to continue venting or flaring as uneconomic is granted and the operator shall be required to compensate the lessor for that portion of the gas vented or flared without approval which is determined to have been avoidably lost.

A schematic facilities diagram as required by 43 CFR 3162.7-5 (b.9. d.), and shall be submitted to the appropriate District Office within sixty (60) days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with 43 CFR 3162.7-5 (b. 4).

No well abandonment operations will be commenced without the prior approval of the AO. In the case of newly drilled dry holes or failures, and in emergency situations, oral approval will be obtained from the AO. A "Subsequent Report of Abandonment" Form 3160-5, will be filed with the AO within thirty (30) days following completion of the well for abandonment. This report will indicate where plugs were placed and the current status of surface restoration. Final abandonment will not be approved until the surface reclamation work required by the approved APD or approved abandonment notice has been completed to the satisfaction of the AO or his representative, or the appropriate Surface Managing Agency.

7. Other Information

All loading lines will be placed inside the berm surrounding the tank battery.

All off-lease storage, off-lease measurement, or commingling on-lease or off-lease will have prior written approval from the AO.

The oil and gas measurement facilities will be installed on the well location. The oil and gas meters will be calibrated in place prior to any deliveries. Tests for meter accuracy will be conducted following initial installation and at least quarterly thereafter. The AO will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports will be submitted to the Vernal District Office. All meter measurement facilities will conform with Onshore Oil & Gas Order No. 4 for liquid hydrocarbons and Onshore Oil & Gas Order No. 5 for natural gas measurement.

The use of materials under BLM jurisdiction will conform to 43 CFR 3610.2-3.

There will be no deviation from the proposed drilling and/or workover program without prior approval from the AO. Safe drilling and operating practices must be observed. All wells, whether drilling, producing, suspended, or abandoned will be identified in accordance with 43 CFR 3162.

"Sundry Notice and Report on Wells" (Form 3160-5) will be filed for approval for all changes of plans and other operations in accordance with 43 CFR 3162.3-2.

Section 102(b)(3) of the Federal Oil and Gas Royalty Management Act of 1982, as implemented by the applicable provisions of the operating regulations at Title 43 CFR 3162.4-1(c), requires that "not later than the 5th business day after any well begins production on which royalty is due anywhere on a lease site or allocated to a lease site, or resumes production in the case of a well which has been off production for more than 90 days, the operator shall notify the authorized officer by letter or sundry notice, Form 3160-5, or orally to be followed by a letter or sundry notice, of the date on which such production has begun or resumed."

If you fail to comply with this requirement in the manner and time allowed, you shall be liable for a civil penalty of up to \$10,000 per violation for each day such violation continues, not to exceed a maximum of 20 days. See Section 109(c)(3) of the Federal Oil and Gas Royalty Management Act of 1982 and the implementing regulations at Title 43 CFR 3162.4-1(b)(5)(ii).

APD approval is valid for a period of one (1) year from the signature date. An extension period may be granted, if requested, prior to the expiration of the original approval period.

In the event after-hours approval or notification is necessary, please contact one of the following individuals:

Wayne Bankert (801) 789-4170 Petroleum Engineer

Ed Forsman (801) 789-7077

Petroleum Engineer

Jerry Kenczka (801) 789-1190

Petroleum Engineer

BLM FAX Machine (801) 781-4410

EPA'S LIST OF NONEXEMPT EXPLORATION AND PRODUCTION WASTES

While the following wastes are nonexempt, they are not necessarily hazardous.

- Unused fracturing fluids or acids
- Gas plant cooling tower cleaning wastes
- Painting wastes
- Oil and gas service company wastes, such as empty drums, drum rinsate, vacuum truck rinsate, sandblast media, painting wastes, spend solvents, spilled chemicals, and waste acids
- Vacuum truck and drum rinsate from trucks and drums, transporting or containing nonexempt waste
- Refinery wastes
- Liquid and solid wastes generated by crude oil and tank bottom reclaimers
- Used equipment lubrication oils
- Waste compressor oil, filters, and blowdown
- Used hydraulic fluids
- Waste solvents
- Waste in transportation pipeline-related pits
- Caustic or acid cleaners
- Boiler cleaning wastes
- Boiler refractory bricks
- Incinerator ash
- Laboratory wastes
- Sanitary wastes
- Pesticide wastes
- Radioactive tracer wastes
- Drums, insulation and miscellaneous solids.

SURFACE USE PROGRAM

The Surface Use Conditions of Approval all come from the Bureau of Indian Affairs Concurrence Memorandum and Site Specific Environmental Analysis.

The Ute Tribe Energy and Mineral Department is to be notified 48 hours prior to construction. A Tribal Technician is to monitor construction.

Seventy-five (75) foot wide Rights-Of-Way (ROWs) corridor shall be granted for the following:

Access roads shall have constructed travel width limited to 22 feet, except as granted for sharp curves or intersections. Road construction shall be limited to 30 feet of the ROW.

Surface pipelines shall be limited to 13 feet of the ROW. The pipeline will be constructed to lay on the soil surface, and the ROW for the pipeline will not be bladed or cleared of vegetation.

Where pipelines are constructed parallel to roads they will welded on the road and then lifted from the road onto the ROW. Where pipelines cross country between stations, they will be welded in place at wellsites or on roads and then pulled into place with suitable equipment. Traffic will be restricted along these areas so that the pipeline ROW will not be used as an access road.

Buried pipelines shall be buried a minimum of 3 feet below the soil surface within an area of disturbance limited to 15 feet wide, and construction will be monitored by a Tribal Technician.

Buried pipelines adjacent to access roads shall be buried within 1.5 feet from the outside edge of the barrow ditch. Any additional buried pipelines shall be parallel to the outer side of the first buried pipeline and shall be constructed as close to the first pipeline as safety requirements allow.

After construction of the buried pipeline is completed the disturbed area of the right-of-way shall be contoured to blend into the natural landscape and it shall be reseeded with desirable vegetation as recommended by the BIA. Between September 15 and November 1 of the year following pipeline construction all disturbed areas shall be reseeded with perennial vegetation according to BIA, or Ute Tribe specifications.

Petroglyph will assure the Ute Tribe that any/all contractors and subcontractors have acquired a Tribal Business License and have access permits prior to construction.

All vehicular traffic, personnel movement, construction, and restoration activities shall be confined to the areas examined, as referenced in report, and to the existing roadways and/or evaluated access routes.

All personnel shall refrain from collecting artifacts and from disturbing any significant cultural resources in the area.

COA's Page 9 of 9 Well: Ute Tribal 07-13

The Ute Tribe Energy & Mineral Department shall be consulted if cultural remains from subsurface deposits are exposed or identified during construction.

Before the site is abandoned, the company will be required to restore the well site and ROWs to near their original state. The disturbed areas will be reseeded with desirable perennial vegetation.

Noxious weeds will be controlled on the well site and rights-of-way. If noxious weeds spread from the project area onto adjoining land, the company will also be responsible for their control.

Reserve pits will be lined with impervious synthetic liners. Prior to backfilling the reserve pit all fluids will be pumped from the pit into trucks and hauled to approved disposal sites. When the reserve pits are backfilled the cuttings and mud, etc. left in them to be buried will be buried a minimum of three feet below the surface of the soil.

A closed production system will be used. Production fluids will be contained in leak proof tanks. All production fluids will be disposed of at approved disposal sites. The indiscriminate dumping of production fluids on roads, wellsites or other areas will not be allowed.

Firewood shall be stockpiled at convenient locations near the wellsite and along the access road.

Upon completion of the project approved under this Application for Permit to Drill and Right-of-way, the Ute Tribe Energy & Minerals Resources Department will be notified by Petroglyph Operating Company so that a Tribal Technician can verify Affidavit of Completion's.

DIVISION OF OIL, GAS AND MINING

SPUDDING INFORMATION CONTINUES TO AL

Name of Company: <u>PETROGLYPH OPERATING</u>
Well Name: UTE TRIBAL 07-13
Api No. <u>43-013-31929</u>
Section 7 Township 5S Range 3W County DUCHESNE
Drilling Contractor
Rig #
SPUDDED:
Date_5/26/98
Time 1:00 PM
How DRY HOLE
Drilling will commence
Reported by
Telephone #
Date: 5/26/98 Signed: JLT

ENTITY ACTION FORM - FO	ORM	6
-------------------------	-----	---

OPERATOR .	Petroglyph Operating Company, Inc.							
ADDRESS _	P. O. Box 607							
	Roosevelt, UT 84066							

OPERATOR ACCT. NO. N3800

Phone No. (435) 722-2531

ACTION	CURRENT	NEW	API NUMBER	WE	L NAME			WELL			SPUD	EFFECTIVE
CODE	ENTITY NO.	ENTITY NO.				QQ	SC	TP	RG	COUNTY	DATE	DATE
,]			
В	09392	7	43-013-31929	Ute Tr	ibal 07-13	SWSW	7	5S	3W	Duchesne	5/26/98	
WELL 1 C	OMMENTS:											
	F f . 1 1	1,										
En	tity addi	d 6-10-98.	4									
			Lec	Ute Tribal 07-13 w	ill tie into existing tank	battery	at Ute	Tribal 0	7-14			_
WELL 2 C	OMMENTS:									-		
					CONTIDEN	TIAI						
ļ					CONFIDEN	IIAL						•
							İ	}				
WELL 3 C	OMMENTS:				.,							
									1			
WELL 4.C	OMMENTS:		<u> </u>	<u>, L</u>			L	<u> </u>	1		1	<u> </u>
''	ON INICIATIO											
1									j			
WELL 5 C	OMMENTS:							-	•	<u> </u>		
				•	1							
						-						
						220						
ACTION	CODES (See	instructions on	back of form)			5 [] \V	121	71				
	A - Establish	new entity for i	new well (single well or	nly)	1/////		\$11\	1)/		1 /)	00	
A - Establish new entity for new well (single well only) B - Add new well to existing entity (group of unit well) C - Re-assign well from one existing entity to another existing entity								Leaning	2 Bell			
	C - Re-assign well from one existing entity to another existing entity D - Re-assign well from one existing entity to a new entity E - other (explain in comments section) Signature Deanna Bell Operations Coordinator Title									Deanna Bell		
			existing entity to a new	•	JUIV. OF OU		120)	' /		ū		
		lain in comme		• ,	UIL, GA	5 8 12		/		Operations Co.	ordinator	6/5/98
	- Onioi (oxp	.c.rr iii oomiiile	5556511)			- WIN	VING /			Title		Date
NOTE: U	COMMENT C	ection to evoluin	why each Action Code was	e selected			/			1100		24.0

STATE OF UTAH DIVISION OF OIL, GAS AND MINING

REPORT OF WATER ENCOUNTERED DURING DRILLING

	1 71					
Well na	me and numb	oer: <u>U</u>	Jte Tribal 07-13			
API number:			13-013-31929	MECEIVEM		
			07 Township <u>5S</u> Range <u>3W</u>	County Duchesne JUN 0 9 1998		
Well Op	perator:	Petrogryphic	perating Company, mc.	DIV. OF OIL, GAS & MINING		
Address	s :	P.O. Box 607	7			
		Roosevelt, U	T 84066	Phone: <u>(435) 722-2531</u>		
Drilling	Contractor:	Union Drilling	g	;		
Δddress	ş·	P.O. Drawer	40			
Addioo				Phone: (304) 472-4610		
				1 none		
Water 6	encountered (attach additional	pages as needed):			
	DE	PTH	VOLUME	QUALITY		
FROM TO		1	(FLOW RATE OR HEAD)	(FRESH OR SALTY)		
		80		Dame.		
			y"	Fresh		
		19/20				
		 				
	· · · · · · · · · · · · · · · · · · ·					
		·				
Format	ion tops: _					
				(the second to this form		
				1 /0/00		
nereby c	ertify that this	report is true and	d complete to the best of my know	vledge. Date: 6/8/98		
ame & S	ignature	Vearia L	sell Deanna Bell	Title Operations Coordinate		
-	API num Well Lo Well Op Address Drilling Address Water e	Well name and number: Well Location: QQ St Well Operator: Address: Drilling Contractor: Address: Water encountered (FROM Fromation tops: an analysis has been	Well name and number: API number: Well Location: QQ SWSW Section Well Operator: Petroglyph C Address: P.O. Box 607 Roosevelt, U Drilling Contractor: Union Drilling Address: P.O. Drawer Buckhannon Water encountered (attach additional DEPTH FROM TO 30 3730 Address: Formation tops: an analysis has been made of the water thereby certify that this report is true and thereby certify that this report is true and the section of the water thereby certify that this report is true and the section of the water thereby certify that this report is true and the section of the water thereby certify that this report is true and the section of the water thereby certify that this report is true and the section of the water the section o	Well name and number: API number: API number: Well Location: QQ SWSW Section 07 Township 58 Range 3W Well Operator: Petroglyph Operating Company, Inc. Address: P.O. Box 607 Roosevelt, UT 84066 Drilling Contractor: Union Drilling Address: P.O. Drawer 40 Buckhannon, WV 26201 Water encountered (attach additional pages as needed): DEPTH VOLUME FROM TO (FLOW RATE OR HEAD) A730 A730 Formation tops: an analysis has been made of the water encountered, please attach a contereby certify that this report is true and complete to the best of my know and the position of the please attach a contereby certify that this report is true and complete to the best of my know and the position of the please attach a contereby certify that this report is true and complete to the best of my know and the position of the please attach a contereby certify that this report is true and complete to the best of my know and the position of the please attach a contered to the please attach a content of the please attach a co		



Petroglyph Operating Company, Inc.

A wholly owned subsidiary of Petroglyph Energy, Inc.

P.O. Box 1839 Hutchinson, KS 67504-1839 316 665-8500 316 665-8577 fax

:ONFIDENTIAL

JUL 30 1998

DIV. OF OIL, GAS & MINING

CONFIDENTIAL

July 27, 1998

Vicky Dyson State of Utah Division of Oil, Gas & Mining 1594 W. North Temple, Ste.1210 Salt Lake City, UT 84114

Ms. Dyson:

Enclosed please find the logs listed below for the wells located in Duchesne County, Utah.

, <u>Well Name</u>	<u>Log</u>
√Ute Tribal 07-11	High Resolution Induction & Spectral Density Dual Spaced Neutron
43-0/3-3/979/ Ute Tribal 07-13	-CNLD & (AIT) Sec 07 TOSS RO3W
✓ Ute Tribal 16-12	CNLD & AIT `
Ute Tribal 18-05	CNLD & AIT
∠ Ute Tribal 19-01	CNLD & AIT
"√Ute Tribal 19-02	CNLD & AIT
√Ute Tribal 19-07	CNLD & AIT
Ute Tribal 19-14	High Resolution Induction & Spectral Density Dual Spaced Neutron
✓ Ute Tribal 30-06	CNLD & AIT
Ute Tribal 30-08	CNLD & AIT

Please hold these in confidence as permitted in division guidelines. If you need further information, please do not hesitate to call me at 316-665-8500.

Sincerely,

Brooke Kirmer

Geology Technician



Petroglyph Operating Company, Inc.

A wholly owned subsidiary of Petroglyph Energy, Inc. P.O. Box 1839 Hutchinson, KS 67504-1839 316 665-8500 316 665-8577 fax

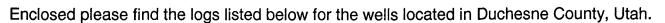
:ONFIDENTIAL

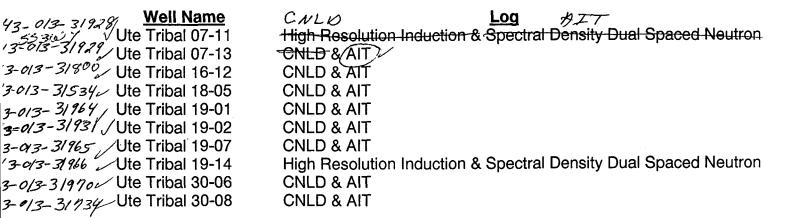
CONFIDENTIAL

Vicky Dyson
State of United

Vicky Dyson State of Utah Division of Oil, Gas & Mining 1594 W. North Temple, Ste.1210 Salt Lake City, UT 84114

Ms. Dyson:





Please hold these in confidence as permitted in division guidelines. If you need further information, please do not hesitate to call me at 316-665-8500.

Sincerely,

Brooke Kirmer

Geology Technician

Fem 3160-4	
(November 198)	3)
(fo. merly 9-330)	,

SUBMIT IN DUPLICATE	Form approv
(See other instructions on	Budget Bureau 1
coverce cide)	(Expires August

ved. No. 1004-0137 st 31, 1985)

(fo. merly 9-330)			NITED STATES	renion		101430 1100)	(— <u>1</u> —10 100 g-11 1 2 7 1 1 1 7 7		
			IENT OF THE INT				5. LEASE DESIGNATION A	AND SERIAL NO.	
•	BUREAU OF LAND MANAGEMENT						14-20-H62-3506		
							6. IF INDIAN, ALOTTEE O		
	WELL C	OMPLETION OR I	RECOMPLETION	REPORT AND LOG*			Ute India	Tribe	
				, ,			7. UNIT AGREEMENT NA	ME	
1.a. TYPE OF WELL:		Oil Well	xx Gas Well	Dry Other			14-20-H62-4650		
1 manus of clos (DL)	ETION.			Sec. 18 Care de Marinda	produced to the second	a ·	8. FARM OR LEASE NAM	B	
b. TYPE OF COMPLI New Well		Deepen	Plug Back	1 (F)	· · · · · · · · · · · · · · · · · · ·				
New Well	XX WOLKOVEI						9. WELL NO.		
2. NAME OF OPERAT	OR	PH OPERATING C	OMBANY INC	a CON	IFIDEN		Ute Tribal 07-13		
			10. FIELD AND POOL, OF	WILDCAT					
ADDRESS OF OPER	RATOR	, ROOSEVELT, U	т ялобб (435) 72	2-2531	PERIO		Antelope Creek		
A LOCATION OF WE	I. Papert location of	learly and in accordance	with any State require	ments)*	7000	7	11. SEC., T., R., M., OR B	LOCK AND	
4. LOCATION OF WEI	565' FSL 546' F		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	ON	1 977	MARKET AND	SURVEY OR AREA		
At surface	300 1 02 0 10 1			*			swsw	SEC. 7-T5S-R3W	
At top prod. interval	reported below						<i>I</i>	1,2, 5, 4	
				14. PERMIT NO.	DATE ISSU	JED ****	12. County or Parish	13. State Utah	
At total depth	6248' RTD			43-013-31929		8/25/97	Duchesne	Utan	
				LO DAME GOL OF PROPERTY CO		10 ELEVATIONS	DF, RKB, RT, GR, ETC.)*	19. ELEV. CASINGHEAD	
15. DATE SPUDDED	5/26/98	16. DATE T.D. REACH	ŒD	17. DATE COMPLETED (Rea 6/29/98	ay to proa.)	10. ELEVATIONS	6128' KB	6118' GGL	
		6/4/98	MD & TVD	22. IF MULTIPLE COMPL., HOW	MANY*	23. INTERVALS	ROTARY TOOLS	CABLE TOOLS	
20. TOTAL DEPTH, M		21. PLUG BACK T.D., 6170'	MD&IVD	4	142 2.1	DRILLLED BY			
	6248' TD	6170			مند الماسية		25 WAS DIRECTIONAL S	URVEY MADE	
24. PRODUCING INTE	ERVAL(S) OF THIS C	COMPLETION - TOP, BC 5.3, C6.1, C81., D3.3	OTTOM, NAME (M)	ADJ P	. 1	IINI	No.		
	Green River B6	3.3, C6.1, C81., D3.3	\ A \	MALHAL					
							27. WAS WELL CORED		
26. TYPE ELECTRIC	AND OTHER LOGS F	KUN audaaa Dansity Comb	ensated Neutron Por	osity, AIT (normal suite)			No.	<u> </u>	
00	Gamma Ray to	surface, Density-Comp	CAS	SING RECORD (Report all strin	ngs set in w	ell)			
28. CASING SIZE	WEIGHT, LB./FT.	DEPTH SET (MD)	HOLE SIZE	CEMENTIN	G RECORI)	AMOUNT	PULLED	
8-5/8"	24.0	271'	12-1/4"	150 sxs Class H, 2% CaCl2	2, .25#/sk (ellophane flake			
5-1/2"	15.5	6215'	7-7/8"	120 sxs Highfill, 400 sxs Th	ixotropic				
							 		
						lan.	TUBING I	PROPD	
29.			NER RECORD			30. SIZE	DEPTH SET (MD)	PACKER SET (MD)	
SIZE	TOP	BOTTOM (MD)	SACKS CEMENT*	SCREEN (MD)		2-7/8"	5148'		
		<u> </u>				2 170			
		I	l	32.	AC	ID. SHOT, FRACTUR	RE, CEMENT SQUEEZE, E	rc.	
31. PERFORATION R	ECORD (Interval, SIZE			DEPTH INTERVAL (MD)	1	AMOUNT A	AND KIND OF MATERIAL	USED	
D2 2	5043-47' (16 holes)			5043-47'	425 gals Pa	rachek, 1500 gais Crossi	nk, 4180 gals Delta Frac, 29000f	20/40 prop	
	4816-20' (16 holes)			4816-20'	742 gals Para	chek; 1800 gais Crosslink, 6	052 gals Delta Frac, 12500# 20/40 p	юр, 19000# 16/30 ргор	
	4738-42' (16 holes)			4738-42'	840 gals Pare	chek, 1800 gelsCrosslink, 59	,5943 gals Delta Frac,12500# 20/40 prop,19000# 16/30 prop		
	4733-37' (16 holes)			4133-37'	867 gals Pa	rachek,1500 gais Crosslir	k,4442 gals Delta Frac,10000#2	0/40 prop,11000# 16/30 prop	
	•				<u> </u>				
33.				PRODUCTION			WELL STATUS (Producing	an on abut in)	
DATE FIRST PRODUC	CTION			oumping - size and type of pum	p)		producin	**	
	7/3/98	2½" x 1-3/4" x 16		T.1	Taxa 26	YIZ	WATER - BBL.	GAS-OIL RATIO	
DATE OF TEST	HOURS TESTE	D CHOKE SIZE	PROD'N FOR	OIL - BBL.	GAS - MO	.r. 10	32		
7/10/98	24		TEST PERIOD	17	<u> </u>	10			
FLOW. TUBING PRES	SS. CASING PRESS	SURE CALCULATED	OIL - BBL.	GAS - MCF.	WATER -	BBL.	OIL GRAVITY - API (CO	RR.)	
	1200	24 HR. RATE							
24 DISPOSITION OF	CAS (Sold wood for)	fuel vanted atc.)	· · · · · · · · · · · · · · · · · · ·	<u>,</u>		TEST WITNESSE	ЭBY		
34. DISPOSITION OF GAS (Sold, used for fuel, vented, etc.) Sold, used for fuel Dave Schreiner									
35. LIST OF ATTACE									
	None								
36 I hereby certify the	at the foregoing and att	tached information is com	plete and correct as det	ermined from all available recor	ds				
1	1							0 (0 4 (00	
Signed	1 WILLIA	19XX	Title _	Operations Coordinator		and the same of th	Da	te <u>8/24/98</u>	
	7	* (See In	structions and	Spaces for Additional E	ata on F	Leverse Side	EINT		
		i soci		(TP. II W	11 11 C		
Tiela	18 U.S.C. Section 100)1. makes it a crime for an	y person knowingly or	willfully to make to any departm	ent of agen	of the United State	any false, fictitious or fraud	ulent statements	
		matter within its jurisdict		1117.	1		, 111		

DIV. OF OIL, GAS & MINING

38. 37. SUMMARY OF POROUS ZONES: (Show all important zones of porosity and contents thereof, cored intervals, and all drill-stem, tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures, and recoveries):

GEOLOGIC MARKERS

)P	MEAS. DEPTH TRUE VERT. DEPTH						
TC	MEAS. DEPTH						
	NAME						
DESCRIPTION, CONTENTS, ETC.							
BOTTOM		CONFIDENTIAL					
TOP		3922 4412 4555 4950	5498 5909				
FORMATION	Ute Tribal 07-13	B Marker X Marker Douglas Creek B Limestone	Castle Peak Basal Carbonate				

Sundry Number: 27090 API Well Number: 43013319290000

	STATE OF UTAH		FORM 9
ı	DEPARTMENT OF NATURAL RESOURCE DIVISION OF OIL, GAS, AND MINI		5.LEASE DESIGNATION AND SERIAL NUMBER: 14-20-H62-3506
SUNDR	RY NOTICES AND REPORTS O	N WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for procurrent bottom-hole depth, IFOR PERMIT TO DRILL form	7.UNIT or CA AGREEMENT NAME:		
1. TYPE OF WELL Oil Well	8. WELL NAME and NUMBER: UTE TRIBAL 07-13		
2. NAME OF OPERATOR: PETROGLYPH OPERATING C	00		9. API NUMBER: 43013319290000
3. ADDRESS OF OPERATOR: 960 Broadway Ave, Ste 500		PHONE NUMBER: 685-7674 Ext	9. FIELD and POOL or WILDCAT: ANTELOPE CREEK
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0565 FSL 0546 FWL			COUNTY: DUCHESNE
QTR/QTR, SECTION, TOWNSH	HP, RANGE, MERIDIAN: 07 Township: 05.0S Range: 03.0W Merid	ian: U	STATE: UTAH
11. CHECI	K APPROPRIATE BOXES TO INDICATE	NATURE OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
NOTICE OF INTENT Approximate date work will start: 12/31/2012	CHANGE TO PREVIOUS PLANS CHANGE WELL STATUS	ALTER CASING CHANGE TUBING COMMINGLE PRODUCING FORMATIONS	☐ CASING REPAIR ☐ CHANGE WELL NAME ✓ CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN [FRACTURE TREAT PLUG AND ABANDON	NEW CONSTRUCTION PLUG BACK
SPUD REPORT Date of Spud:	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION TEMPORARY ABANDON
☐ DRILLING REPORT	TUBING REPAIR	VENT OR FLARE SI TA STATUS EXTENSION	WATER DISPOSAL APD EXTENSION
Report Date:	WILDCAT WELL DETERMINATION	OTHER	OTHER:
Petroglyph Operation a UIC permit to contain an injection well use	completed operations. Clearly show all ng Company, Inc. plans to su nvert the Ute Tribal 07-13 fro nder the EPA Area Permit # 2 aterflood Project Area located Utah.	bmit an application for m a producing well to 2736-00000 within the	Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY June 28, 2012
NAME (PLEASE PRINT) Rodrigo Jurado	PHONE NUMBE 435 722-5302	R TITLE Regulatory & Compliance S	Spc
SIGNATURE N/A	.00 .22 0002	DATE 6/26/2012	·